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PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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to Executive Director

RESOLUTION NO. T-11081

EVALUATION AND COMPLIANCE
DIVISION

DATE: November 14, 1986

R E S O L U T I O N

____ Director
____ Numerical File
____ Alphabetical File
____ Accounting Officer

SUBJECT: Pacific Bell. Order authorizing a contract to provide Fiber Optic Communication System to the Pacific Gas & Electric Company.
Resolution No. T-11081.

WHEREAS: PACIFIC BELL, by letter dated June 27, 1986, pursuant to Section 532 of the Public Utilities Code, Section X-A of General Order No. 96-A and Resolution T-4886, requests authority to enter into a contract agreement with the Pacific Gas & Electric Company.

Under the terms of the agreement Pacific will provide a Fiber Optic Communication System to link Pacific Gas & Electric locations in San Francisco and Oakland, with a maximum transmission capacity of 135 megabits per second.

Pacific Gas & Electric Company requested Pacific to provide the fiber optic communication system with certain unique items and features and under terms and conditions which are not set forth in the tariffs. Because of the non-standard service arrangements, not suitable for a standard tariff, and the request of the customer, Pacific proposes to provide this service under a contractual agreement.

Under a ten year contractual agreement Pacific Gas & Electric Company will pay a nonrecurring charge of \$119,000 and a monthly rate of \$4,100 for this service. The revenue to cost ratio for this project is 1.15. This means that there will be a revenue contribution of 15% over and above Pacific's cost, which includes a return on its investment at the authorized rate.

The Commission finds that the rates, charges and conditions authorized in this Resolution are just and reasonable; and good cause appearing,

IT IS ORDERED that:

(1) Authority is granted to make the above agreement effective on November 15, 1986.

(2) The agreement authorized herein shall be marked to show that such agreement was authorized under Resolution of the Public Utilities Commission of the State of California No. T-11081.

The effective date of this Resolution is today.

I hereby certify that the foregoing Resolution was duly introduced, passed and adopted at a regular meeting of the Public Utilities Commission of the State of California, held on November 14, 1986 the following Commissioners voting favorable thereon:

DONALD VIAL
President
VICTOR CALVO
FREDERICK R. DUJA
STANLEY W. HULETT
Commissioners



Executive Director